By: Hernandez, Springer H.B. No. 3362

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the consideration of ownership interests of certain
3	persons with a disability in determining whether a business is a
4	historically underutilized business for purposes of state
5	contracting.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
7	SECTION 1. Section 2161.001(3), Government Code, is amended
8	to read as follows:
9	(3) "Economically disadvantaged person" means a
10	person who:
11	(A) is economically disadvantaged because of the
12	person's identification as a member of a certain group, including:
13	(i) Black Americans;
14	(ii) Hispanic Americans;
15	(iii) women;
16	(iv) Asian Pacific Americans;
17	(v) Native Americans; [and]
18	(vi) veterans as defined by 38 U.S.C.
19	Section 101(2) who have suffered at least a 20 percent
20	service-connected disability as defined by 38 U.S.C. Section
21	101(16); <u>and</u>
22	(vii) persons with a disability as defined
23	by 42 U.S.C. Section 12102; and
24	(B) has suffered the effects of discriminatory

- 1 practices or other similar insidious circumstances over which the
- 2 person has no control.
- 3 SECTION 2. Section 2161.002, Government Code, is amended by
- 4 adding Subsection (e) to read as follows:
- 5 (e) The comptroller shall adopt rules to provide goals for
- 6 increasing the contract awards for the purchase of goods or
- 7 services by the comptroller and other state agencies to businesses
- 8 that qualify as historically underutilized businesses because the
- 9 businesses are at least 51 percent owned or owned, operated, and
- 10 controlled, as required by Section 2161.001(2), by one or more
- 11 persons with a disability as defined by 42 U.S.C. Section 12102.
- 12 The goals established under this subsection are in addition to the
- 13 goals established under Subsections (c) and (d), and the goals
- 14 established under Subsections (c) and (d) may not be reduced as a
- 15 result of the establishment of goals under this subsection.
- SECTION 3. Section 2161.061, Government Code, is amended by
- 17 adding Subsection (f) to read as follows:
- 18 (f) To be certified by the comptroller as a historically
- 19 underutilized business, a business owned by one or more persons who
- 20 qualify as economically disadvantaged solely based on being a
- 21 person with a disability as defined by 42 U.S.C. Section 12102 must
- 22 <u>submit to the comptroller an affidavit from a physician licensed to</u>
- 23 practice medicine in this state for each owner claiming a
- 24 disability verifying that owner's disability.
- 25 SECTION 4. Section 2161.125, Government Code, is amended to
- 26 read as follows:
- 27 Sec. 2161.125. CATEGORIZATION OF HISTORICALLY

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- 1 UNDERUTILIZED BUSINESSES. The comptroller, in cooperation with
- 2 each state agency reporting under this subchapter, shall categorize
- 3 each historically underutilized business included in a report under
- 4 this subchapter by sex, race, and ethnicity and by whether the
- 5 business qualifies as a historically underutilized business
- 6 because it is owned or owned, operated, and controlled, as
- 7 applicable, wholly or partly by one or more persons with a
- 8 disability as defined by 42 U.S.C. Section 12102 or one or more
- 9 veterans as defined by 38 U.S.C. Section 101(2) who have suffered at
- 10 least a 20 percent service-connected disability as defined by 38
- 11 U.S.C. Section 101(16).
- 12 SECTION 5. This Act takes effect September 1, 2019.